



Benbrook Economic Development Corporation

DATE: May 4, 2020	REFERENCE NUMBER:	SUBJECT: Approve Renewal of BEDC Certificate of Deposit and Update Signature Cards on all Pinnacle Bank Accounts	PAGE: 1 of 2
----------------------	----------------------	--	-----------------

BACKGROUND

As outlined in the BEDC monthly financial report, the Benbrook Economic Development Corporation (BEDC) held the following liquid assets at Pinnacle Bank as of March 31, 2020, with accompanying balances and interest rates:

Account Type	Account Number	Current Balance (as of March 31, 2020)	Interest Rate(s)
1. Checking	# - 3560	\$944,902.19	0.2000%
2. Certificate of Deposit (24mo)	# - 1311	\$3,780,713.46	2.25%

The BEDC's Certificate of Deposit (CD) matured on April 17, 2020. Pinnacle Bank's current CD terms and rates are as follows:

Certificates of Deposit**			
	<u>Minimum</u>	<u>Interest Rate</u>	<u>APY*</u>
3 months	\$1,000.00	0.25%	0.25%
6 months	\$1,000.00	0.35%	0.35%
12 months	\$1,000.00	0.50%	0.50%
18 months	\$1,000.00	0.50%	0.50%
24 months	\$1,000.00	0.50%	0.50%
36 months	\$1,000.00	0.50%	0.50%
48 months	\$1,000.00	0.50%	0.50%
60 months	\$1,000.00	0.50%	0.50%

Staff suggests the best option for renewing the current CD with Pinnacle Bank is the 12-month, 0.50% APY option; as this offers the highest rate, at the lowest term. As before, an important consideration and benefit to BEDC is the continued option from Pinnacle Bank to withdraw and/or transfer funds from certificate of deposit accounts without penalty, as needed, to access funds at any time.

SUBMITTED BY: Cathy Morris	DISPOSITION BY BEDC BOARD: Y APPROVED Y OTHER (DESCRIBE)	PROCESSED BY:
		DATE: May 4, 2020

DATE: May 4, 2020	REFERENCE NUMBER:	SUBJECT: Approve Renewal of BEDC Certificate of Deposit and Update Signature Cards on all Pinnacle Bank Accounts	PAGE: 2 of 2
----------------------	----------------------	--	-----------------

Also, updated signatures are required on all Pinnacle Bank accounts.

RECOMMENDATION

Staff recommends the BEDC board approve the new Certificate of Deposit term and rate of 12 months at .50% APY to renew the BEDC's Certificate of Deposit (#1311), and to update bank account signature cards as follows.

Include the individuals listed below:

1. Cathy Morris, BEDC, Director of Economic Development
2. Rick Overgaard, Director of Finance
3. Hillary Cromer, BEDC, Assistant Director of Economic Development
4. Joanna King, City Secretary
5. Kent Williams, BEDC, President
6. Gary Crowell, BEDC, Vice-President
7. Michelle Thomas, BEDC, Secretary

And to remove the individuals listed below:

1. Julia Nova, previous BEDC Vice President
2. Sherri Newhouse, previous Director of Finance